



Alabama Department of Economic And Community Affairs

DON SIEGELMAN.
GOVERNOR

October 13, 1999

DEWAYNE FREEMAN
DIRECTOR

ALABAMA CDBG INTERGOVERNMENTAL POLICY LETTER NUMBER 26

TO: Persons Interested in State
CDBG Program

FROM: Dewayne Freeman
Director

RE: POLICY ON ESTABLISHING A COST ESTIMATE FOR CDBG
BUILDING ACTIVITY AND DAVIS-BACON COMPLIANCE

In order to make a more accurate determination in awarding CDBG Grant Funds, all applications submitted for CDBG assistance, as related only to the construction of a building, must include a construction cost estimate based on two or more cost estimates from qualified independent cost estimators. Also, for all CDBG applications, a statement showing the methodology, number, and sources of the estimate must be included. Furthermore, it will be the responsibility of the successful grantee to notify the architectural firm of record that all bid packages must include the necessary documents for compliance with the "Davis-Bacon and Related Acts" for construction contracts in excess of two thousand dollars.

Effective Date: Immediately